

SENATE BILL 296

Unofficial Copy  
Q4

2003 Regular Session  
3r1187  
CF 3r1605

---

By: **Senator McFadden**

Introduced and read first time: January 31, 2003

Assigned to: Budget and Taxation

---

A BILL ENTITLED

1 AN ACT concerning

2 **Sales and Use Tax - Bulk Vending Machines**

3 FOR the purpose of altering the maximum taxable price on certain sales through a  
4 bulk vending machine that are exempt from the sales and use tax; and generally  
5 relating to a sales and use tax exemption for certain sales of tangible personal  
6 property through bulk vending machines.

7 BY repealing and reenacting, with amendments,  
8 Article - Tax - General  
9 Section 11-201.1  
10 Annotated Code of Maryland  
11 (1997 Replacement Volume and 2002 Supplement)

12 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF  
13 MARYLAND, That the Laws of Maryland read as follows:

14 **Article - Tax - General**

15 11-201.1.

16 (a) In this section, "bulk vending machine" means a vending machine that:

17 (1) contains unsorted merchandise; and

18 (2) on insertion of a coin, dispenses the unsorted merchandise in  
19 approximately equal portions at random and without selection by the customer.

20 (b) The sales and use tax does not apply to a sale of tangible personal property  
21 through a bulk vending machine for a taxable price of [25] 50 cents or less.

22 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect  
23 July 1, 2003.